

CITY OF HARVEYVILLE, KANSAS

Year Ended December 31, 2015

TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report	1 - 3

FINANCIAL SECTION

Statement 1	Summary of Cash Receipts, Expenditures and Unencumbered Cash	4
	Notes to Financial Statement	5 - 10

SUPPLEMENTARY INFORMATION

Schedule 1	Summary of Expenditures - Actual and Budget	11
Schedule 2	Schedule of Cash Receipts and Expenditures - Actual and Budget:	

General Fund

2-1	General Fund	12
-----	--------------	----

Special Purpose Fund

2-2	Special Highway Fund	13
2-3	Grant Project Fund	14

Capital Project Fund

2-4	Equipment Reserve Fund	15
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CITY OF HARVEYVILLE, KANSAS

Year Ended December 31, 2015

TABLE OF CONTENTS

		<u>Page</u>
	<u>Business Funds</u>	
2-5	Water Utility Fund	16
2-6	Gas Utility Fund	17
2-7	Sewer Utility Fund	18
2-8	Solid Waste Utility Fund	19
	<u>Agency Fund</u>	
Schedule	3 Level Payment Fund	20

INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council
City of Harveyville, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of City of Harveyville, Kansas, as of and for the year ended December 31, 2015 and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant

To the Mayor and City Council
City of Harveyville, Kansas

Auditors' Responsibility (Continued)

to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statement, the financial statement is prepared by the City of Harveyville to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Harveyville as of December 31, 2015, or changes in financial position and cash flows thereof for the year then ended.

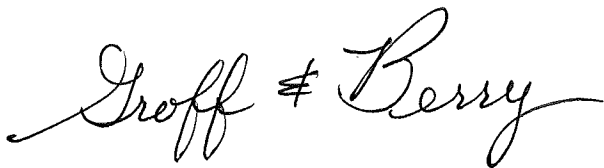
Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Harveyville as of December 31, 2015, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

To the Mayor and City Council
City of Harveyville, Kansas

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis cash receipts and expenditures-actual and budget, schedule of regulatory basis cash receipts and expenditures-agency funds, (Schedules 1, 2 and 3 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on a basis as described in Note 1.

A handwritten signature in black ink that reads "Jeff # Berry". The signature is written in a cursive, flowing style.

July 18, 2016

CITY OF HARVEYVILLE, KANSAS

SUMMARY OF CASH RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH
REGULATORY BASIS

For the Year Ended December 31, 2015

Funds	Beginning Unencumbered Cash Balance	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add: Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	\$ 81,952	\$ 66,569	\$ 60,193	\$ 88,328	\$ 1,436	\$ 89,764
Special Purpose Funds:						
Special highway fund	19	6,437	3,864	2,592	-	2,592
Capital project fund	-	16,132	38,397	(22,265)	4,203	(18,062)
Total special purpose funds	19	22,569	42,261	(19,673)	4,203	(15,470)
Capital project fund:						
Equipment reserve fund	19,512	12,107	9,879	21,740	-	21,740
Business funds:						
Water utility fund	69,270	102,128	90,594	80,804	2,913	83,717
Gas utility fund	169,446	91,686	89,272	171,860	7,598	179,458
Sewer utility fund	136,226	38,626	30,865	143,987	759	144,746
Solid waste utility fund	12,741	20,695	17,124	16,312	1,426	17,738
Total business funds	\$ 387,683	\$ 253,135	\$ 227,855	\$ 412,963	\$ 12,696	\$ 425,659
Total reporting entity (excluding agency funds)	\$ 489,166	\$ 354,380	\$ 340,188	\$ 503,358	\$ 18,335	\$ 521,693
Composition of cash:						
Cash in bank, First National Bank of Harveyville						\$ 285,695
Certificates of deposit						235,898
Petty cash						100
Total cash						\$ 521,693
Less: Agency funds per Schedule 3						-
Total reporting entity (excluding agency funds)						\$ 521,693

The accompanying notes are an integral part
of this financial statement.

1 - Summary of Significant Accounting Policies

a. Reporting Entity

The City of Harveyville, Kansas is a municipal corporation governed by an elected six-member council. The financial statement presents the City of Harveyville, Kansas as the primary government. There are no component units.

b. Regulatory Basis of Fund Types

General fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund - used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest fund - used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Capital Project fund - used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Business fund - funds financed in whole or in part by fees charged to users of the goods or services (i.e. water fund, electric fund, etc.).

Trust fund - funds used to report assets held for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency fund - funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

c. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

CITY OF HARVEYVILLE, KANSAS

NOTES TO FINANCIAL STATEMENT
(Continued)

1 - Summary of Significant Accounting Policies (Continued)

c. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America (Continued)

The City has approved a resolution in compliance with K.S.A. 75-1120a (c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

d. Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds, (unless specifically exempted by statute), bond and interest funds, capital project fund, business funds and fiduciary funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in the local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budget amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. As shown on Schedule 1, the City received a Appropriation from the State of Kansas which is an adjustment to the Certified budget. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the statutory basis of accounting in which revenues are recognized when cash is received and expenditures include disbursements, accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year end.

CITY OF HARVEYVILLE, KANSAS

NOTES TO FINANCIAL STATEMENT
(Continued)

1 - Summary of Significant Accounting Policies (Continued)

d. Budgetary Information (Continued)

A legal operating budget is not required for capital project funds and agency and trust funds. Spending in funds which are not subject to the legal annual operating budget requirements are controlled by Federal regulations, other statutes or by the use of internal spending limits established by the governing body.

e. Vacation Benefits

Under the terms of the City's personnel policy, City employees are granted vacation leave in varying amounts. These unrecorded accrued vacation leave benefits are not expected to have a material impact on the financial statements in any one year.

2 - Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk-deposits. Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the Government's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The City has not designated "peak periods."

CITY OF HARVEYVILLE, KANSAS

NOTES TO FINANCIAL STATEMENT
(Continued)2 - Deposits and Investments (Continued)

At December 31, 2015, the City's carrying amount of deposits was \$ 521,593 and the bank balance was \$ 522,999. The bank balance was principally held by one bank resulting in a concentration of credit risk. Of the total bank balance, \$ 250,000 was covered by federal depository insurance, \$ 272,999 was collateralized with securities held by the pledging financial institution's agents in the City's name, with a market value of approximately \$ 248,000. At December 31, 2015 unsecured deposits totaled \$ 39,100.

3 - Long-term Debt

The following is a detailed listing of the City's long-term debt:

<u>Issued</u>	<u>Interest Rates</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>
Revolving loans:				
Water pollution control	3.10%	09-01-03	\$ 138,000	03-01-24

Changes in long-term liabilities for the City for the year ended December 31, 2015 were as follows:

<u>Issued</u>	<u>Balance, Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Balance, End of Year</u>
Revolving loans:				
Water pollution control	\$ <u>4,279</u>	\$ <u>-</u>	\$ <u>419</u>	\$ <u>3,860</u>

CITY OF HARVEYVILLE, KANSAS

NOTES TO FINANCIAL STATEMENT
(Continued)3 - Long-term Debt (Continued)

Current maturity of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

<u>Year</u>	<u>Revolving Loans Payable</u>		
	<u>Principal</u>	<u>Interest and Service Fee</u>	<u>Total</u>
2016	\$ 432	\$ 116	\$ 548
2017	446	102	548
2018	460	88	548
2019	473	75	548
2020	488	60	548
2021 - 2023	<u>1,561</u>	<u>89</u>	<u>1,650</u>
Total	<u>\$ 3,860</u>	<u>\$ 530</u>	<u>\$ 4,390</u>

4 - Interfund Transfers

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Regulatory Authority</u>	<u>Amount</u>
General fund	Equipment reserve fund	K.S.A. 40-234	\$ 4,000
Water utility fund	Equipment reserve fund	K.S.A. 40-234	4,000
Sewer utility fund	Equipment reserve fund	K.S.A. 40-234	4,000

5 - General Information about the Pension Plan

Plan description. The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issues a publically available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 S. Kansas Avenue, Suite 100, Topeka, Kansas 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established

NOTES TO FINANCIAL STATEMENT
(Continued)

5 - General Information about the Pension Plan (Continued)

the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1 and KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 0.85% contribution rate for Death and Disability Program) and the statutory contribution rate was 9.48% for the fiscal year ended December 31, 2015. Contributions to the pension plan from the City were \$ 5,402 for the year ended December 31, 2015.

Net Pension Liability

At December 31, 2015, the City's proportionate share of the collective net pension liability reported by KPERS was \$ 41,912. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2014, which was rolled forward to June 30, 2015. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contribution of the Local subgroup within KPERS. Since KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is no reported in these financial statements.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publically available on the website at www.kpers.org or can be obtained as described above.

6 - Capital Project

During the year, the City received a CDBG Grant in the amount of \$ 350,000 for a tornado shelter and park improvements.

7 - Contingencies

In the normal course of operations, the City receives grant funds from various State and Federal agencies. The grant programs are subject to audit by agents of the granting authority, the purpose of which is to ensure compliance with conditions precedent to the granting of funds. Any liability for reimbursement which may arise as the result of these audits is not believed to be material.

8 - Subsequent Events

Management has reviewed subsequent events through July 18, 2016.

CITY OF HARVEYVILLE, KANSAS
REGULATORY - REQUIRED
SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2015

CITY OF HARVEYVILLE, KANSAS
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
(BUDGETED FUNDS ONLY)

For the Year Ended December 31, 2015

Funds	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Favorable (Unfavorable)
General fund	\$ 149,598	\$ -	\$ 149,598	\$ 60,193	\$ 89,405
Special Purpose fund:					
Special Highway fund	9,880	-	9,880	3,864	6,016
Capital project fund:					
Equipment reserve fund	40,735	-	40,735	9,879	30,856
Business funds:					
Water Utility fund	162,920	-	162,920	90,594	72,326
Gas Utility fund	294,676	-	294,676	89,272	205,404
Sewer Utility fund	122,000	-	122,000	30,865	91,135
Solid Waste Utility fund	28,585	-	28,585	17,124	11,461
Total Business funds	\$ 608,181	\$ -	\$ 608,181	\$ 227,855	\$ 380,326

See Independent Auditor's Report.

CITY OF HARVEYVILLE, KANSAS

GENERAL FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES -
 ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015

	<u>Actual</u>	<u>Budget</u>	Variance - Favorable (Unfavorable)
Cash receipts:			
Taxes and shared revenue:			
Ad valorem property tax	\$ 31,534	\$ 35,517	\$ (3,983)
Delinquent	5,340	-	5,340
Motor vehicle	6,544	7,924	(1,380)
Recreational vehicle tax	132	155	(23)
16/20M vehicle tax	253	18	235
Commercial vehicle fees	1,005	-	1,005
Sales tax	10,976	9,000	1,976
Licenses, fines and fees	153	800	(647)
Franchise tax	7,003	6,000	1,003
Interest	427	1,000	(573)
Other	947	500	447
Utility sales tax	2,255	2,000	255
Transfers	<u>-</u>	<u>20,000</u>	<u>(20,000)</u>
Total cash receipts	<u>66,569</u>	<u>\$ 82,914</u>	<u>\$ (16,345)</u>
Expenditures:			
General government:			
Personal services	21,249	\$ 22,000	\$ 751
Contractual	13,881	18,000	4,119
Commodities	9,758	12,000	2,242
Capital outlay	-	65,098	65,098
Sales tax	1,864	2,500	636
Street department:			
Contractual	3,237	18,000	14,763
Parks	1,338	3,000	1,662
Street lighting	4,866	5,000	134
Transfers:			
Equipment reserve	<u>4,000</u>	<u>4,000</u>	<u>-</u>
Total expenditures	<u>60,193</u>	<u>\$ 149,598</u>	<u>\$ 89,405</u>
Receipts over (under) expenditures	6,376		
Unencumbered cash, beginning	<u>81,952</u>		
Unencumbered cash, ending	<u>\$ 88,328</u>		

See Independent Auditor's Report.

CITY OF HARVEYVILLE, KANSAS

SPECIAL PURPOSE FUND
SPECIAL HIGHWAY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2015

	<u>Actual</u>	<u>Budget</u>	Variance - Favorable (Unfavorable)
Cash receipts:			
State payments	\$ 6,437	\$ 6,090	\$ 347
Interest	<u> -</u>	<u> -</u>	<u> -</u>
Total cash receipts	<u>6,437</u>	\$ <u>6,090</u>	\$ <u>347</u>
Expenditures:			
Personal services	2,550	\$ 2,500	\$ (50)
Commodities	<u>1,314</u>	<u>7,380</u>	<u>6,066</u>
Total expenditures	<u>3,864</u>	\$ <u>9,880</u>	\$ <u>6,016</u>
Receipts over (under) expenditures	2,573		
Unencumbered cash, beginning	<u>19</u>		
Unencumbered cash, ending	\$ <u>2,592</u>		

See Independent Auditor's Report.

CITY OF HARVEYVILLE, KANSAS

SPECIAL PURPOSE FUND
 GRANT PROJECT FUND (NOT BUDGETED)
 SCHEDULE OF RECEIPTS AND EXPENDITURES
 For the Year Ended December 31, 2015

	<u>Actual</u>
Cash receipts:	
Donation	\$ <u>16,132</u>
Total cash receipts	<u>16,132</u>
Expenditures:	
Contractual services	<u>38,397</u>
Total expenditures	<u>38,397</u>
Receipts over (under) expenditures	(22,265)
Unencumbered cash, beginning	<u>-</u>
Unencumbered cash, ending	\$ <u><u>(22,265)</u></u>

See Independent Auditor's Report.

CITY OF HARVEYVILLE, KANSAS

CAPITAL PROJECT FUND
EQUIPMENT RESERVE FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2015

	<u>Actual</u>	<u>Budget</u>	Variance - Favorable (Unfavorable)
Cash receipts:			
Transfers	\$ 12,000	\$ 16,000	\$ (4,000)
Interest	<u>107</u>	<u>120</u>	<u>(13)</u>
Total cash receipts	<u>12,107</u>	<u>\$ 16,120</u>	<u>\$ (4,013)</u>
Expenditures:			
Capital outlay	<u>9,879</u>	<u>40,735</u>	<u>30,856</u>
Total expenditures	<u>9,879</u>	<u>\$ 40,735</u>	<u>\$ 30,856</u>
Receipts over (under) expenditures	2,228		
Unencumbered cash, beginning	<u>19,512</u>		
Unencumbered cash, ending	<u>\$ 21,740</u>		

See Independent Auditor's Report.

CITY OF HARVEYVILLE, KANSAS

BUSINESS FUNDS
 WATER UTILITY FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES -
 ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015

	<u>Actual</u>	<u>Budget</u>	Variance - Favorable (Unfavorable)
Cash receipts:			
Consumer sales	\$ 98,751	\$ 80,000	\$ 18,751
Penalties and connection fees	2,123	1,700	423
Interest	400	350	50
Miscellaneous	<u>854</u>	<u>-</u>	<u>854</u>
Total cash receipts	<u>102,128</u>	<u>\$ 82,050</u>	<u>\$ 20,078</u>
Expenditures:			
Water purchased	40,071	\$ 30,000	\$ (10,071)
Personal services	25,498	25,000	(498)
Supplies	4,342	5,000	658
Professional fees	7,593	7,000	(593)
Repairs	1,649	2,000	351
Utilities	2,800	2,400	(400)
Other	4,641	2,000	(2,641)
Capital outlay	-	85,520	85,520
Transfers	<u>4,000</u>	<u>4,000</u>	<u>-</u>
Total expenditures	<u>90,594</u>	<u>\$ 162,920</u>	<u>\$ 72,326</u>
Receipts over (under) expenditures	11,534		
Unencumbered cash, beginning	<u>69,270</u>		
Unencumbered cash, ending	<u>\$ 80,804</u>		

See Independent Auditor's Report.

CITY OF HARVEYVILLE, KANSAS

BUSINESS FUNDS
GAS UTILITY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2015

	<u>Actual</u>	<u>Budget</u>	Variance - Favorable (Unfavorable)
Cash receipts:			
Consumer sales	\$ 88,161	\$ 250,000	\$ (161,839)
Penalties and connection fees	2,123	1,400	723
Interest	934	1,500	(566)
Miscellaneous	<u>468</u>	<u>2,000</u>	<u>(1,532)</u>
Total cash receipts	<u>91,686</u>	<u>\$ 254,900</u>	<u>\$ (163,214)</u>
Expenditures:			
Gas costs	38,885	\$ 180,000	\$ 141,115
Personal costs	25,584	25,000	(584)
Supplies	3,019	7,000	3,981
Utilities	3,193	4,000	807
Professional fees	8,362	7,000	(1,362)
Repairs	7,996	5,000	(2,996)
Other	2,233	4,000	1,767
Capital outlay	-	48,676	48,676
Transfers	<u>-</u>	<u>14,000</u>	<u>14,000</u>
Total expenditures	<u>89,272</u>	<u>\$ 294,676</u>	<u>\$ 205,404</u>
Receipts over (under) expenditures	2,414		
Unencumbered cash, beginning	<u>169,446</u>		
Unencumbered cash, ending	<u>\$ 171,860</u>		

See Independent Auditor's Report.

CITY OF HARVEYVILLE, KANSAS

BUSINESS FUNDS
SEWER UTILITY FUND
SCHEDULE OF RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
For the Year Ended December 31, 2015

	<u>Actual</u>	<u>Budget</u>	Variance - Favorable (Unfavorable)
Cash receipts:			
User fees	\$ 35,290	\$ 38,000	\$ (2,710)
Interest	721	700	21
Late charges	2,123	2,500	(377)
Other	<u>492</u>	<u>-</u>	<u>492</u>
Total cash receipts	<u>38,626</u>	<u>\$ 41,200</u>	<u>\$ (2,574)</u>
Expenditures:			
Personal costs	10,198	\$ 12,000	\$ 1,802
Supplies	2,441	5,000	2,559
Utilities	2,800	3,000	200
Professional fees	7,829	8,000	171
Repairs	1,109	8,000	6,891
Other	1,940	2,000	60
Debt service	548	-	(548)
Capital outlay	-	70,000	70,000
Transfers	<u>4,000</u>	<u>14,000</u>	<u>10,000</u>
Total expenditures	<u>30,865</u>	<u>\$ 122,000</u>	<u>\$ 91,135</u>
Receipts over (under) expenditures	7,761		
Unencumbered cash, beginning	<u>136,226</u>		
Unencumbered cash, ending	<u>\$ 143,987</u>		

See Independent Auditor's Report.

CITY OF HARVEYVILLE, KANSAS

BUSINESS FUNDS
 SOLID WASTE UTILITY FUND
 SCHEDULE OF RECEIPTS AND EXPENDITURES -
 ACTUAL AND BUDGET
 REGULATORY BASIS
 For the Year Ended December 31, 2015

	<u>Actual</u>	<u>Budget</u>	Variance - Favorable (Unfavorable)
Cash receipts:			
User fees	\$ 20,615	\$ 18,000	\$ 2,615
Interest	<u>80</u>	<u>100</u>	<u>(20)</u>
Total cash receipts	<u>20,695</u>	<u>\$ 18,100</u>	<u>\$ 2,595</u>
Expenditures:			
Contractual services	17,124	\$ 20,000	\$ 2,876
Capital outlay	<u>-</u>	<u>8,585</u>	<u>8,585</u>
Total expenditures	<u>17,124</u>	<u>\$ 28,585</u>	<u>\$ 11,461</u>
Receipts over (under) expenditures	3,571		
Unencumbered cash, beginning	<u>12,741</u>		
Unencumbered cash, ending	<u>\$ 16,312</u>		

See Independent Auditor's Report.

CITY OF HARVEYVILLE, KANSAS

AGENCY FUND

LEVEL PAYMENT FUND (NOT BUDGETED)

SCHEDULE OF RECEIPTS AND EXPENDITURES

For the Year Ended December 31, 2015

	<u>Actual</u>
Cash receipts:	
Payments	\$ <u>11,306</u>
Total cash receipts	<u>11,306</u>
Expenditures:	
Payments to utility funds	<u>12,025</u>
Total expenditures	<u>12,025</u>
Receipts over (under) expenditures	(719)
Unencumbered cash, beginning	<u>719</u>
Unencumbered cash, ending	\$ <u><u>-</u></u>

See Independent Auditor's Report.